

ITEM #: _____
FISCAL IMPACT: No Change
FUNDING SOURCE: _____
ACCOUNT NUMBER: _____

ISSUE:

Interlocal Cooperation Agreement for Landfill Tipping fees.

SYNOPSIS:

This agreement with Salt Lake City and Salt Lake County gives West Valley City a discount in landfill tipping fees in return for a 10-year commitment to dispose of all solid waste at the Salt Lake Valley Solid Waste Management Facility.

BACKGROUND:

In 1999, the City entered into an interlocal agreement with Salt Lake City and Salt Lake County regarding landfill tipping fees. This agreement is due to expire June 30, 2009. The proposed agreement extends the existing terms for an additional 10 years with some minor modifications.

In exchange for committing West Valley City's residential solid waste stream to the Salt Lake Valley Solid Waste Management Facility for 10 years, West Valley City will receive a \$1.75/ton discount on the tipping fees for residential solid waste. The normal fee for such waste is \$22.00/ton. The City will continue to pay \$20.25/ton under this new agreement. The City currently disposes of approximately 50,000 tons/year. This equates to a current savings of approximately \$87,500/year.

The most significant change in the new agreement is the cap on the reimbursement amount required should West Valley City choose to terminate this agreement prior to the ten-year term. Under the old agreement, the City was required to reimburse Salt Lake City and Salt Lake County one-hundred percent of the \$1.75 discount received up to the termination date. The new agreement places a cap of \$400,000 on any reimbursement to Salt Lake City and the County.

RECOMMENDATION:

Approve Agreement.

SUBMITTED BY:

Russell B. Willardson, P.E., Public Works Director